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15 July 1970

MEMORANDUM FOR THE RECORD

SUBJECT: CIARDS Legislative Proposals

1. Pursuant to the request of the Deputy Director for Support, a change has been effected in the subject proposals, submitted on 26 June to the Office of Management and Budget for clearance, to increase the limitation on retirements for the period 1 July 1969 through 30 June 1974 from 400 to 800 vice 700.

2. With respect to the legislative package, this specifically means:

- a. "Draft Bill", page 8, line 15 - word "seven" now reads "eight";
- b. "Changes in Existing Law", page 6, line 4 of section 236 - word "seven" now reads "eight".

3. This change was effected with the cooperation of Mr. Alan Johnson, who is substituting for Mr. Victor Zafra, in Legislative Reference, Office of Management and Budget, during the latter's absence on vacation. New pages reflecting this change are attached.



Assistant Legislative Counsel

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1 "(j) An annuity payable from the fund on or after date of
2 enactment of this provision shall terminate (1) in the case of
3 a retired participant, on the day death or any other terminating
4 event occurs, or (2) in the case of a survivor, on the last day
5 of the month before death or any other terminating event occurs.

6 "(k) The annuity computed under this section is reduced by
7 10 percent of a special contribution described by section 252(b)
8 remaining unpaid for civilian service for which retirement
9 deductions have not been made, unless the participant elects
10 to eliminate the service involved for the purpose of annuity
11 computation."

12 SEC. 204. Section 236 of the Central Intelligence Agency
13 Retirement Act (50 U.S.C. 403 note) is amended by deleting the
14 words "nor a total of four hundred" and substituting the words
15 "nor a total of eight hundred".

16 SEC. 205. Section 252 of the Central Intelligence Agency
17 Retirement Act (50 U.S.C. 403 note) is amended by deleting
18 paragraph (c)(1); renumbering paragraphs (c)(2) and (c)(3) to
19 read (c)(3) and (c)(4); and inserting the following new para-
20 graphs (c)(1) and (c)(2):

(k) The annuity computed under this section is reduced by 10 percent of a special contribution described by section 252(b) remaining unpaid for civilian service for which retirement deductions have not been made, unless the participant elects to eliminate the service involved for the purpose of annuity computation.

Part D--Benefits Accruing to Certain Participants

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Limitation on Number of Retirements

SEC. 236. The number of participants retiring on an annuity pursuant to sections 233, 234, and 235 of this Act shall not exceed a total of four hundred during the period ending on June 30, 1969, nor a total of [[four hundred] eight hundred] during the period beginning on July 1, 1969, and ending on June 30, 1974.

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Part F--Period of Service for Annuities

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Prior Service Credit

SEC. 252.

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(c)(1) If an officer or employee under some other Government retirement system becomes a participant in the system by direct transfer, the Government's contributions (including interest accrued thereon computed at the rate of 3 percent a year compounded annually) under such retirement system on behalf of the officer or employee shall be transferred to the fund and such officer or employee's total contributions and deposits [[,] (including interest accrued thereon)], except voluntary contributions, shall be transferred to his credit in the fund effective as of the date such officer or employee becomes a participant in the system. Each such officer or employee shall be deemed to consent to the transfer of such funds and such transfer shall be a complete discharge and acquittance of all claims and demands against the other Government retirement fund on account of service rendered prior to becoming a participant in the system.